

ANNEX II
Annual Financial Agreement
Between
The Defense Contract Audit Agency
and
U.S. Army Corps of Engineers

FISCAL YEAR 1999

AGREEMENT NUMBER: 992900

I. PURPOSE

This annex, known as the Annual Financial Agreement to the Memorandum of Understanding (MOU) between the Defense Contract Audit Agency (DCAA) and the U.S. Army Corps of Engineers sets forth the financial provisions under which reimbursable audit services are provided.

II. AUTHORITY

DCAA reimbursable audit services will be provided under the authority of the Economy Act of 1932, as amended (31 U.S.C. 1535).

III. SCOPE OF WORK

Services are to be provided under the provisions stated in the standard MOU between the DCAA and the U.S. Army Corps of Engineers. This annex defines the amount of the annual effort agreed to by the parties concerned and establishes reimbursement policies for audit effort performed.

IV. DURATION OF THE AGREEMENT

This annex is operative for work to be performed during FY 1999. It is effective on 1 October 1998 through 30 September 1999. An annual renewal for each subsequent fiscal year may be made by the written mutual consent of both parties.

V. RATES FOR AUDIT SERVICES

DCAA will provide audit services on a reimbursable basis. Reimbursement will be based on applying billable audit hours to the billing rate approved by the Secretary of Defense. The hourly rate, which is computed annually is reviewed in detail by the Accounting Policy level of the Department of Defense and, upon approval by the Secretary of Defense, remains in effect for each respective fiscal year.

VI. BILLING PROCEDURES

Each month U.S. Army Corps of Engineers will be sent a request for payment for DCAA's reimbursable audit services. The request will be either:

1. Online Payment And Collection (OPAC) Transaction
2. Billing Invoice mailed from DFAS, Columbus (SF 1080)

With all requests for payment, DCAA will provide supporting detail to U.S. Army Corps of Engineers. To the extent possible, the supporting detail will be transmitted electronically to: _____ (provide e-mail address). In the event that electronic transmission is not possible, the supporting detail will be mailed to the address shown on the attached "CoE Billing Address List" dated 10/14/1998.

VII. PAYMENT PROCEDURES

Under the provisions of 31 CFR 208, The Debt Collection Improvement Act of 1996 Federal payments are to be made electronically by January 1999; this is the preferred method of payment. Until such time as Online Payment And Collection (OPAC) procedures have been established between U.S. Army Corps of Engineers and DCAA's accounting service provider (DFAS-Columbus Center) your payments should be sent to:

DFAS-Columbus Center
DFAS-CO-FPDD
PO Box 182267
Columbus, OH 43218-2267

A copy of the request for payment should be included with your check. The check must reference the specific DCAA bill number being paid, and there should be one check per request for payment.

VIII. RESPONSIBILITIES

- A. DCAA will provide contract audit coverage and related services to the U.S. Army Corps of Engineers.
- B. The U.S. Army Corps of Engineers will promptly reimburse DCAA for services rendered and billed not later than 45 days from the date the bill was issued.

IX. SPECIAL BILLING PROVISIONS

DCAA agrees to provide the U.S. Army Corps of Engineers the following specific billing information:

X. CONTESTED BILLINGS

In the event a bill is unclear or in dispute:

A. The billing office shown on the supporting documentation should be contacted when question(s) pertains to audit services, authorization for audit services, or other non-administrative details.

B. If, after taking the action shown above, questions cannot be resolved, the issue in question must be submitted in writing to the following address:

DCAA Headquarters
Attention: CFO
8725 John J. Kingman Road, Suite 2135
Fort Belvoir, VA 22060-6219

Adjustments in billings can only be made through this office in DCAA Headquarters.

C. If payment has not been made within 60 days of our official request for payment, DCAA will take action that could result in discontinuation of audit services.

XI. FY 1999 WORKHOUR AND COST ESTIMATE

ESTIMATED HOURS	APPROVED HOURLY RATE	ESTIMATED COST
17,520	\$71.35	\$1,250,052

If the FY 1999 hours change after consummation of this agreement, the following steps will be taken:

A. DCAA will immediately notify the U.S. Army Corps of Engineers if the hours appear likely to increase.

B. The recipient of DCAA audit services will take immediate advance action to provide the funding necessary for the increased audit work, or notify DCAA to terminate audit services, as appropriate.

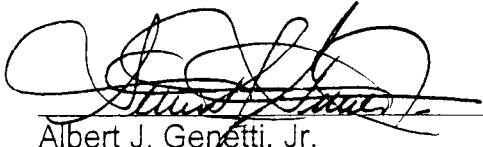
XII. SIGNATORIES

Your organization should provide a copy of your funding document and return it to DCAA Headquarters, Attention: CFB, as an enclosure to this signed agreement. If you choose not to provide a funding document, the signature on this agreement (Number 992900) will authorize DCAA to utilize it as the funding and obligational instrument.

This agreement (Number 992900) and any subsequent changes thereto will be effective when executed by the Chief, Financial Management Division, DCAA and an authorized representative of the U.S. Army Corps of Engineers within 30 days of receipt.

U.S. Army Corps of Engineers

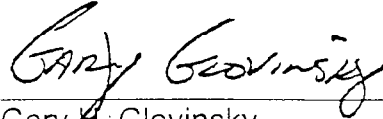
Department of Defense
Defense Contract Audit Agency



Albert J. Genetti, Jr.
Major General, USA
Deputy Commander

8 Jan 99

NAME



Gary A. Glovinsky
Chief, Financial Management Division

DATE

OCT 22 1998

CoE Billing Address List

10/14/98

USA Engineer Dist, Mobile
ATTN:CESAM-CT
PO Box 2288
Mobile, AL 36628-0001

USA Engineer Dist, Little Rock
ATTN:CESWL-CT
PO Box 867
Little Rock, AR 72203-0867

USA Engineer Dist, Sacramento
ATTN:CESPK-CT
1325 J Street
Sacramento, CA 95814-2922

USA Eng Dist, San Francisco
ATTN:CESP14-CT
211 Main Street
San Francisco, CA 94105-1905

USA Engineer Dist., Los Angeles
ATTN: CESPL-CT
PO Box 2711
Los Angeles, CA 90053-2325

USA Engineer Dist., Jacksonville
ATTN: CESAJ-CT
PO Box 4970
Jacksonville, FL 32232-0019

USA Engineer Dist, Savannah
ATTN:CESAS-CT
PO Box 889
Savannah, GA 31402-0869

USA Engineer Dist., Chicago
ATTN: CENCR-CT
111 North Canal Street
Chicago, IL 60606-7206

USA Engineer Dist, Rock Island
Clock Tower Building,ATTN: CENCR-CT
PO Box 2004
Rock Island, IL 61202-2004

USA Engineer Dist, Louisville
ATTN: CEORL-CT (Kathy Dole)
PO Box 59
Louisville, KY 40201-0059

USA Engineer Dist, New Orleans
ATTN: CELMN-CT
PO Box 60267
New Orleans, LA 70160-0267

USA Eng Dist, Baltimore Contracting Div.
ATTN: CENAB-CT
PO Box 1715
Baltimore, MD 21203-1715

USA Engineer Dist, New England
ATTN: CENED-CT
424 Trapelo Road
Waltham, MA 02254-9149

USA Engineer Dist, Detroit
ATTN:CENCE-CT
PO Box 1027
Detroit, MI 48231-1027

USA Eng Dist, St Paul
ATTN: CENCS-CT
190 Fifth Street East
St Paul, MN 55101-1638

USA Eng Dist, Vicksburg
ATTN:CELMK-CT
3515 I-20 Frontage Rd
Vicksburg, MS 39180-5191

USA Eng Waterways Exp Sta
ATTN:CEWES-CT-Z (Cont Div)
3909 Halls Ferry Road
Vicksburg, MS 39181-6199

USA Engineer Dist, Kansas City
700 Federal Building, ATTN: CEMRK-CT
601 East 12th Street
Kansas City, MO 64106-2896

USA Engineer Dist, St Louis
ATTN: CELMS-CT
1222 Spruce Street
St Louis, MO 63101-2833

USA Engineer Dist, Omaha
ATTN: CEMRO-CT
215 North 17th Street
Omaha, NE 68102-4978

USA Engineer Dist, Albuquerque
ATTN: CESWA-CT
PO Box 1580
Albuquerque, NM 87103-1580

USA Engineer Dist, Buffalo
ATTN:CENCB-CT (Cont Div)
1776 Niagara Street
Buffalo, NY 14207-3199

USA Eng Dist, NY
Cont Div, ATTN:CENAN-CT
26 Federal Plaza
New York, NY 10028-0090

USA Engineer Dist, Wilmington
ATTN:CESAW-CT
PO Box 1890
Wilmington, NC 28402-1890

USA Eng Dist, Tulsa
ATTN:CESWT-CT
PO Box 61
Tulsa, OK 74121-0061

USA Engineer Dist, Portland
ATTN:CENPP-CT
PO Box 2946
Portland, OR 97208-2946

USA Eng Dist, Pittsburgh
ATTN:CEORP-CT-SADBUS
1000 Liberty Avenue
Pittsburgh, PA 15222-4186

CoE Billing Address List

10/14/98

USA Eng Dist, Charleston
ATTN:CESAC-CT
PO Box 919
Charleston, SC 0919

USA Eng Dist, Phil
ATTN: CENAP-CT, Cont Div
110 Penn Square East, Wanamaker Bldg
Phil, PA 19107-3390

US Eng Dist, Nashville
ATTN:CEORN-CT
PO Box 1070
Nashville, TN 37202-1070

USA Eng Dist, Forth Worth
ATTN:CESWF-CT
PO Box 17300
Forth Worth, TX 76102-0300

USA Eng Dist, Galveston
ATTN:CESWG-CT
PO Box 1229
Galveston, TX 77553

USA Eng Dist, Norfolk
Contracting Div, ATTN:CENAO-CT
803 Front Street
Norfolk, VA 23510-1096

USA Eng Dist, Memphis
ATTN: CEIMM-CT
B-202 Clifford Davis Fedl Bldg
Memphis, TN 38103-1894

USA Engineer Dist, Seattle
ATTN:CENPS-CT
PO Box C-3755
Seattle, WA 98124-2255

USA Eng Dist, Walla Walla
ATTN:CENPW-CT
201 N. Third Street
Walla Walla, WA 99362-1876

USA Eng Dist, Huntington
ATTN:CEORH-CT
502 8th Street
Huntington, WV 25701-2070

USA Humphreys Engineer Center
Support Activity, ATTN: CEHEC-CT
Kingman Bldg
Fort Belvoir, VA 22060-5580

USA Eng Ord Prog Div
ATTN:CETAD-OP-C
APO, AE 09803-1303

USA Eng Topog Laboratories
ATTN:CETEC-CT
Cude Bldg#2592
Fort Belvoir, VA 22060-5546

USA Eng Transatlantic Div
ATTN:CETAD-CT-P
201 Prince Frederick Dr
Winchester, VA 22604

USA Eng Dist, Japan
ATTN:CEPOJ-CT
Unit 45010
APO, AP 96343-0061

USA Engineer Dist, Far East
APO, AP 96205-0610

USA Eng Dist, Pacific Ocean
ATTN:CEPOD-CT
Bldg. 230
Fort Shafter, HI 96858-5540

USA Engineer Dist, Alaska
PO Box 895
Anchorage, AK 99506-0898

USA Eng Dist, Huntsville
ATTN:CEHND-CT
PO Box 1600
Huntsville, AL 35807-4301

USA Contruction Engineering
Research Laboratory
ATTN:CECER-CT, PO Box 4005
Champaign, IL 61820-1305

USA Cold Region Research and
Engineering Laboratory
ATTN:CECRL-LM-CT, 72 Lyme Rd
Hanover, NH 03755-1290

USA Engineer Div, Europe
ATTN:CETAE-CT
Unit 25727
APO, AE 09242-5301